## Franchise Tax Board

# **SUMMARY ANALYSIS OF AMENDED BILL**

Author: Bowen		Analyst:	nalyst: Kristina E. North Bill Number: SB 14		Number: SB 1467	
Related Bills:	See Prior Analysis	Telephone	e: <u>845-6978</u>	Amended Date:	August 28, 2002	
		Attorney:	Patrick Kusia	k Spon	sor:	
SUBJECT: Public Contracts/Conflict of Interest						
DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended						
AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.						
AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended						
FU	FURTHER AMENDMENTS NECESSARY.					
DEPARTMENT POSITION CHANGED TO						
X REMAINDER OF PREVIOUS ANALYSIS OF BILL AS AMENDED <u>JULY 25, 2002</u> , STILL APPLIES.						
X OTHER - See comments below.						
SUMMARY						
The bill would expand the conflict-of-interest provisions that currently apply to certain state purchases to all transactions regarding the state acquisition of information technology goods and services.						
This analysis does not address the bill's language regarding the Trustees of the California State University, or the language requiring the Department of Finance report to the Legislature as these issues do not impact the department's programs or state income tax revenue.						
SUMMARY OF AMENDMENTS						
The August 28, 2002, amendments:						
<ul> <li>would allow a person who provided incidental advice or suggestions outside the scope of a consulting services contract to be awarded a service contract, .</li> </ul>						
<ul> <li>made several changes to the University of California's conflict-of-interest provisions and added a reporting requirement for the Department of Finance to the Legislature. These changes would not impact this department.</li> </ul>						
The remainder of the department's analysis of the bill as amended July 25, 2002, still applies.						
Board Position	_		ND	Legislative Director	Date	
	S NA SA O N OUA		NP NAR PENDING	Brian Putler	9/11/02	

Senate Bill 1467 (Bowen) Amended August 28, 2002 Page 2

# **POSITION**

Pending.

### **IMPLEMENTATION CONSIDERATION**

It could be difficult to determine what constitutes "incidental advice or suggestions" made outside of the scope of a consulting services contract without a definition or other guidance.

### LEGISLATIVE STAFF CONTACT

Kristina E. North Brian Putler

Franchise Tax Board Franchise Tax Board

845-6978 845-6333

Kristina.North@ftb.ca.gov Brian.Putler@ftb.ca.gov